

**According sanction to participate in Dam Rehabilitation and Improvement Project (DRIP) phase II and III of Central Government with loan assistance by the World Bank ....**

**Government of Maharashtra  
Water Resources Department  
Government Resolution No. Misc 2017/(139/17)/IMW  
Mantralaya, Mumbai -400032  
Date : 13<sup>th</sup> September, 2019**

- References**— (1) Secretary, Ministry of Water Resources, Government of India  
D.O. letter No. 10/2/17-DSR/DRIP-II dated 10/2/2017.  
(2) Government of Maharashtra, Water Resources Department, Letter  
No.Sankirn-2017/(file no.139/2017)/IM(works) dtd.28/08/2017.  
(3)Additional Secretary, Ministry of Water Resources, Government  
of India D.O. letter No.7/ 1 /2017-DSRD/DRIP-2 & 3/447  
dated 7/3/2019.  
(4) Secretary, Ministry of Water Resources, Government of India  
D.O. letter No.07/01/2019-DSR/DRIP-2 & 3 dated 25/3/2019.  
(5) Secretary, Ministry of Water Resources, Government of India  
D.O.letter No.07/01/2019-DSR/DRIP-2 & 3/1357 dtd.29/5/2019.

**Preamble –**

Dam Rehabilitation and Improvement Project (DRIP) is one of the flagship projects of the Ministry of Water Resources, River Development and Ganga Rejuvenation, Government of India and the World Bank with the objective to improve safety and operational performance of selected dams along with institutional strengthening with system wide management approach.

Ministry of Water Resources, River Development and Ganga Rejuvenation, Government of India initiated a new project in January 2017 by inviting proposals from all major dam owners in the country i.e. Water Resources Departments and energy units. The Preliminary Project report was prepared based on preliminary proposals received from various State Governments and other dam owning agencies and submitted to Department of Economic Affairs (DEA), Ministry of finance, Government of India for in- principle approval and posing to the world

bank for external funding. The project has been approved by DEA and concurred by World Bank officially. The Project, with proposed budget outlay of Rs. 10,200 Crore is having provision of rehabilitation of more than 600 dams based on these preliminary estimates. Presently the proposal includes 18 states and two central Agencies. Duration of the project is 10 years, to be implemented in two phases (phase-II and phase -III), each of six years duration with two years overlapping. The proposed date of start of the project is April 2020.

With reference to MoWR, GOI letter dated 10/02/2017, Government of Maharashtra has submitted a proposal of Rs. 1170.75 Cr comprising of Rehabilitation & Improvement of 173 dams for DRIP-II vide letter dated 28/08/2017.

The new Scheme is also a State Sector Scheme with Central Component. The funding pattern for General Category States, Special Category states and central Agencies are 70:30, 80:20 and 50:50 respectively (world bank: Agency). There is no central grant in this scheme and the funding arrangement is back to back reimbursement. The details of external loan i.e. duration, interest rate, grace period, retro-active provisions, procurement procedures etc. is to be negotiated by DEA on behalf of all partner agencies during Loan Negotiation Meeting with the World Bank after appraisal process is over. This Ministry is planning to complete consultation process as well as Loan Negotiation along with Operationalization during coming 9-12 months.

Maharashtra has about 3000 completed dams. Some of these completed dams are as old British era. Since formation of the State, there is no specific provision of funds for the rehabilitation of old and completed dams. Hence it was under consideration to participate in Dam Rehabilitation & Improvement Project phase II & III (DRIP-II & III). Accordingly the matter was discussed in Hon. Cabinet Committee Meeting dtd.30/07/2019 and Hon. Cabinet Committee has permitted to participate in Dam Rehabilitation & Improvement Project phase II & III (DRIP-II & III) vide

minutes of Hon. Cabinet Committee Meeting dtd.30/07/2019. Accordingly it was under consideration to issue a Government Resolution in this matter.

**Government Resolution :-**

1. Dam Rehabilitation and Improvement Project (DRIP II & III) is administered by Central Government with loan assistance from World Bank with the objective to improve safety and operational performance of selected dams along with institutional strengthening with system wide management approach.

2. Government of Maharashtra has decided to participate and implement DRIP II & III project costing of about Rs.940 cr.

3. State Government hereby gives approval to invest in this project & works thereof as per funding pattern applicable for General Category State (i.e. 70:30). The first part to be financed by World Bank in the form of loan with back to back reimbursement (about 658 Cr.) & balance (about 282 Cr.) to be funded by the State from its own funds. There will be no central grant in this scheme.

4. Duration of the project is 10 years, to be implemented in two phases, phase II & III each of six years duration with two years overlapping. The proposed date of start of the project is April 2020.

5. For this project, 30% state contribution of total cost will be made available from annual budget outlay of Water Resources Department and remaining 70% component of total cost will be provided by Planning Department to Water Resources Department as an addition outlay during the project period.

6. Implementation of Project will be as per guidelines, norms, terms and conditions of Central Water Commission, Government of India and World Bank.

7. The details of external loan i.e. duration, interest rate, grace period, retro-active provisions, procurement procedures etc. is to be negotiated by DEA on behalf of all partner agencies during Loan Negotiation Meeting with the World Bank after appraisal process is over.

For these negotiations Principal Secretary (Finance) & Principal Secretary (WRD) are hereby authorized on behalf of State Government of Maharashtra. After

these negotiations project agreement will be executed between Government of Maharashtra and World Bank. Principal Secretary (WRD) is here by authorized to sign this project agreement on behalf of Government of Maharashtra.

**8.** Separate Budget Line in respect of DRIP Phase II & III Project with abbreviated title EAP-DRIP will be created in due course of time with approval from Accountant General of India, Nagpur.

**9.** To carry out initial preparatory activities, before signing of loan agreement & project agreement, SPMU Nashik ( State Project Monitoring Unit) may require certain budgetary provision to meet official expenditure which shall be provided by Water Resources Department, Government of Maharashtra and the same shall be reimbursed from separate account head of EAP-DRIP once loan agreement is signed.

**10.** DRIP Phase II & III Project will be implemented through SPMU Nashik (State Project Monitoring Unit) and with recommendations from Dam Safety Review Panel (DSRP).

**11.** Minor changes in the Project as required from time to time in consultation with CPMU CWC, Government of India and World Bank can be done with approval of State level steering committee.

This Government resolution is hereby issued as per consent of Planning Department vide unofficial reference no.165/1433 dated 03/08/2019 and consent of Finance Department vide unofficial reference no.245/2019 dated 07/09/2019.

This Government resolution of Maharashtra Government is available on the website [www.maharashtra.gov.in](http://www.maharashtra.gov.in) Reference No. for this is 201909131848427127. This order has been signed digitally.

By order and in the name of Governor of Maharashtra,

**(Atul Kapole)**  
**Deputy Secretary**

Copy –

1. Additional Chief Secretary to Hon. Chief Minister, Government of Maharashtra, Mantralaya, Mumbai.

2. Personal Secretary to Hon. Minister, Water Resources Department, Mantralaya, Mumbai
3. Personal Secretary to Hon. State Minister, Water Resources Department, Mantralaya, Mumbai.
4. Personal Secretary to Hon. Opposition Leader, Legislative Council, Vidhan Bhavan, Mumbai.
5. Personal Secretary to Hon. Opposition Leader, Legislative Assembly, Vidhan Bhavan, Mumbai
6. Joint secretary to Hon. Chief Secretary, Mantralaya, Mumbai
7. Additional Chief Secretary Finance, Finance Department Mantralaya, Mumbai.
8. Additional Chief Secretary Planning, Planning Department Mantralaya, Mumbai.
9. Principal Secretary, Financial Reforms, Finance Department Mantralaya, Mumbai
10. Principal Secretary, Water Resources Department, Mantralaya, Mumbai.
11. Secretary, (Expenditure), Finance Department, Mantralaya, Mumbai
12. Secretary, (CADA), Water Resources Department, Mantralaya, Mumbai
13. Secretary, (Project Co-ordination), Water Resources Department, Mantralaya, Mumbai
14. Director General, MERI, Nashik-4
15. Executive Director, MKVDC, Pune
16. Executive Director, VIDC, Nagpur
17. Executive Director, GMIDC, Aurangabad
18. Executive Director, TIDC, Jalgaon
19. Executive Director, KIDC, Thane
20. Director, Dam Safety Organization, Central Project Monitoring Unit (CPMU), Central Water Commission, Seva Bhavan, Near Library Building, R.K.Puram Sector, New Delhi.
21. Chief Engineer, Planning & Hydrology, Nashik
22. Chief Engineer, Mechanical, Nashik
23. All Chief Engineers (Civil), Water Resources Department
24. Internal Financial Advisor and Joint Secretary, Water Resources Department, Mantralaya, Mumbai
25. Deputy Secretary, Planning and Monitoring, Water Resources Department, Mantralaya, Mumbai
26. Superintending Engineer, DSO, Nashik
27. Irrigation management (Works) – for record.